Beaufort Sea Play 15: Brookian Unstructured Eastern Turbidite

Geological Assessment

GRASP UAI: AAAAABAY

Play Area: 3605 square miles

Play Water Depth Range: 5 - 150 feet Play Depth Range: 4800 - 25000 feet Play Exploration Chance: 0.490

Play 15. Brookian Unstructured Eastern Turbidites. Beaufort Sea OCS Planning Area, 2006 Assessment, Undiscovered Technically-Recoverable Oil & Gas

Assessment Results as of November 2005												
Resource Commodity	Resources *											
(Units)	F95	Mean	F05									
BOE (Mmboe)	0	168	533									
Total Gas (Tcfg)	0.000	0.250	0.787									
Total Liquids (Mmbo)	0	123	393									
Free Gas** (Tcfg)	0.000	0.168	0.529									
Solution Gas (Tcfg)	0.000	0.082	0.258									
Oil (Mmbo)	0	116	369									
Condensate (Mmbc)	0	7	24									

^{*} Risked, Technically-Recoverable

F05 = 5% chance that resources will equal or exceed the given auantity

BOE = total hydrocarbon energy, expressed in barrels-of-oilequivalent, where 1 barrel of oil = 5.620 cubic feet of natural

Mmb = millions of barrels Tcf = trillions of cubic feet

Table 1

Play 15, the "Brookian Unstructured Eastern Turbidite" play, contains 1% of the Beaufort Sea province hydrocarbon endowment (mean of 168 Mmboe). The overall assessment results for play 15 are shown in table 1. Liquid hydrocarbons make up 73% of the endowment. Table 5 reports the detailed assessment results by commodity

for play 15.

Table 3 summarizes the volumetric input data developed for the GRASP computer model of Beaufort Sea play 15. Table 4 reports the risk model used for play 15. The location of play 15 is shown in figure 1.

The play includes Late Cretaceous and Tertiary prodelta shales and turbidites of the Canning Formation. It is located on the relatively unstructured part of the shelf between the Barrow arch and the hinge line fault zone and lies east of the eastern stratigraphic limit of the Torok Formation (east of the Colville River delta). It underlies much of the Brookian Unstructured Eastern Topset play (play 13). Reservoirs include turbidite sandstones, enclosed by shales, mostly deposited in submarine fan environments. Source rocks include relatively gas-prone shales of the Canning Formation, and rich oil-prone shales of the Hue Shale and Pebble Shale units. The base of the play sequence lies in direct contact with these source beds. Stratigraphic traps predominate, although small scale fault traps also occur. Marine shales that enclose turbidite sandstones provide good seals. The McCovey #1 well tested amplitude and AVO anomalies within the Canning turbidite section in this play. The well encountered generally low permeability fine sands, saturated with oil but was determined to be non-economic. The OCS Y-191 (Beechy Pt. #2) well in Steffanson Sound flowed oil and gas out of the Canning Formation. Onshore, oil has been tested in turbidite sands of the Canning Formation in the Badami field (estimated recoverable reserves, 100 to 150 MMbbl oil (Petroleum News April 1997)) and in similar

^{**} Free Gas Includes Gas Cap and Non-Associated Gas F95 = 95% chance that resources will equal or exceed the given quantity

rocks in the Flaxman Island area. The primary risk factors for this play are the presence of closure and reservoir facies.

Play 15, Brookian Unstructured Eastern Turbidites, Beaufort Sea OCS Planning Area, 2006 Assessment, Conditional BOE Sizes of Ten Largest Pools

Assessment Results as of November 2005										
Pool Rank	BOE Resources *									
1 ooi Rank	F95	Mean	F05							
1	19	136	468							
2	9	49	128							
3	5	27	69							
4	2.7	17	43							
5	1.6	11	29							
6	1.02	8	21							
7	0.76	6	16							
8	0.61	5	13							
9	0.52	4	10							
10	0.46	3	9							

^{*} Conditional, Technically-Recoverable, Millions of Barrels Energy-Equivalent (Mmboe), from "PSRK.out" file

F95 = 95% chance that resources will equal or exceed the given quantity

F05 = 5% chance that resources will equal or exceed the given quantity

BOE = total hydrocarbon energy, expressed in barrels-of-oilequivalent, where 1 barrel of oil = 5,620 cubic feet of natural gas

Table 2

A maximum of 18 hypothetical pools is forecast by the aggregation of the risk model and the prospect numbers model for play 15. These pools range in mean conditional (unrisked) recoverable volumes from 1 Mmboe (pool rank 18) to 136 Mmboe (pool rank 1). Pool rank 1 ranges in possible conditional recoverable volumes from 19 Mmboe (F95) to 468 Mmboe (F05). Table 2 shows the conditional sizes of the 10 largest pools in play 15.

Table 6 reports statistics for the simulation pools developed in the *GRASP* computer model for play 15. In the computer simulation for the play, a total of 54,071 "simulation pools" were sampled for size.

These simulation pools can be grouped according to the USGS size class system in which sizes double with each successive class. Pool size class 9 contains the largest share (10,466, or 19%) of simulation pools (conditional, technically recoverable BOE resources) for play 15. Pool size class 9 ranges from 8 to 16 Mmboe. The largest pool among the 54,071 simulation pools falls within pool size class 16, which ranges in size from 1,024 to 2,048 Mmboe.

<u>Basin</u> : Beaufort <u>Play Number</u> : 15 Play UAI Number: AAAAABAY			Assessor: Play Name										
Play Area: mi² (million acres) Reservoir Thermal Maturity: % Ro	3605 (2307	.0)			Play Depti Expected	25000							
reserved Thermal materity. A No						r Depth Range: fee	et	30 5	30	150			
POOLS Module (Volumes of	of Pools	s, Acre-	Feet)										
Fractile	F100	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00
Prospect Area (acres)-Model Input	180	380		1050	2200		3900			15000	22000		30000
Prospect Area (acres)-Model Output													
Fill Fraction (Fraction of Area Filled)	0.1	0.15		0.29	0.5		0.75			0.95		0.99	1
Productive Area of Pool (acres)	21	132	207	439	1014	2130.513/3302.898	2340	3665	4966	7792	12935	18136	28145
Pay Thickness (feet)	7.0	21.9	26.6	36.9	53.0	61.486/36.492	76.2	92.6	105.6	128.4	160.0	185.3	392.0
MPRO Module (Numbers o	f Pools	`											
Play Level Chance	0.7	•	Prospect L	evel Chan	ce	0.7		G	Exploration	n Chanco	T	0.49	
,	0					<u></u>		ي	_xpioratio	Citatice	L	00	
Risk Model	Play C	hance			Petr	oleum System Fac	tors			Prospect (Chance		
					F	resence of Closure	е			0.7			
	0	.7			Prese								
									ļ				
Fractile	F99	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00
Numbers of Prospects in Play	6.00							13.30	14.00			17.90	18.00
ranibels of Flospecis III Flay		7.00	7.60	8.701	10.20	11.04/2.53	12.001			15.201	16.70		
·	0.00	7.00	7.60	8.70 0@F70	10.20 6	11.04/2.53 5.41/4.05	12.00 8	9	10	15.20 11	16.70 13	13	18
·	0.00	7.00											
Numbers of Prospects in Play Numbers of Pools in Play Minimum Number of Pools	0.00	7.00			6			9		11			
Numbers of Pools in Play		7.00		0@F70	6	5.41/4.05		9	10	11	13		
Numbers of Pools in Play	0		Mean	0@F70	6	5.41/4.05		9	10	11	13		
Numbers of Pools in Play Minimum Number of Pools POOLS/PSRK/PSUM Modu	0		Mean	0@F70	6	5.41/4.05		9	10	11	13		
Numbers of Pools in Play Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile	o les (Pla	ıy Resc	Mean	0@F70	6 Pools	5.41/4.05	8	9 Maximu	10 m Number	11 of Pools	13	13	18 F00
Numbers of Pools in Play Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile Oil Recovery Factor (bbl/acre-foot)	o les (Pla	y Reso	Mean OUTCES) F90	0@F70 Number of	6 Pools F50 191	5.41/4.05 5.41 Mean/Std. Dev.	8 F25	9 Maximu	10 m Number	of Pools	13 18 F02	13 F01	18 F00 623
Numbers of Pools in Play Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile Oil Recovery Factor (bbl/acre-foot) Gas Recovery Factor (Mcfg/acre-foot)	0 les (Pla	ny Resc F95	Mean Purces) F90 100	0@F70 Number of F75 136	6 Pools F50 191	5.41/4.05 5.41 Mean/Std. Dev. 216.292/112.345 949.762/511.684	8 F25 269	9 Maximu	10 m Number F10 366	11 of Pools F05 440	13 18 F02 542	F01 622	F00 62: 2827.0
Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile Oil Recovery Factor (bbl/acre-foot) Gas Recovery Factor (Mcfg/acre-foot) Gas Oil Ratio (Sol'n Gas)(cf/bbl)	0 les (Pla F100 57 244.0	Ry Reso F95 83 349.3	Mean Purces) F90 100 422.9	0@F70 Number of F75 136 582.2	6 Pools F50 191 830.4	5.41/4.05 5.41 Mean/Std. Dev. 216.292/112.345 949.762/511.684	F25 269 1184.6	9 Maximu F15 323 1433.3	10 m Number F10 366 1630.7	11 of Pools F05 440 1974.5	13 18 F02 542 2448.9	F01 622 2826.9	F00 62: 2827.0 5309
Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile Oil Recovery Factor (bbl/acre-foot) Gas Recovery Factor (Mcfg/acre-foot) Gas Oil Ratio (Sol'n Gas)(cf/bbl) Condensate Yield ((bbl/Mmcfg)	0 les (Pla F100 57 244.0 68 7.60	83 349.3 229 19.21	Mean PUTCES) F90 100 422.9 283 22.58	Number of F75 136 582.2 404 29.61	6 Pools F50 191 830.4 600 40.00	5.41/4.05 5.41 Mean/Std. Dev. 216.292/112.345 949.762/511.684 715.843/470.258	F25 269 1184.6 891 54.04	9 Maximum F15 323 1433.3 1102 63.51	F10 366 1630.7 1272 70.85	11 of Pools F05 440 1974.5 1574	13 18 F02 542 2448.9 2000 99.98	F01 622 2826.9 2347 112.90	F00 62: 2827.0 5309
Minimum Number of Pools POOLS/PSRK/PSUM Modu Fractile Oil Recovery Factor (bbl/acre-foot) Gas Recovery Factor (Mcfg/acre-foot) Gas Oil Ratio (Sol'n Gas)(cf/bbl) Condensate Yield ((bbl/Mmcfg) Pool Size Distribution Statistics from POOL	0 les (Pla F100 57 244.0 68 7.60 S (1,000 Be	83 349.3 229 19.21 DE):	Mean 100 100 422.9 283 22.58 μ (mu)= 9.3	Number of F75 136 582.2 404 29.61 36207419	6 Pools 191 830.4 600 40.00 σ² (sigma	5.41/4.05 5.41 Mean/Std. Dev. 216.292/112.345 949.762/511.684 715.843/470.258 44.286/21.197 squared)= 2.00694	F25 269 1184.6 891 54.04	9 Maximum F15 323 1433.3 1102 63.51	F10 366 1630.7 1272 70.85	11 of Pools F05 440 1974.5 1574 83.31 umber Gener	13 18 F02 542 2448.9 2000 99.98	F01 622 2826.9 2347 112.90	F00 62: 2827.0 5309
Numbers of Pools in Play Minimum Number of Pools	0 les (Pla F100 57 244.0 68 7.60	83 349.3 229 19.21 DE):	Mean 100 100 422.9 283 22.58 μ (mu)= 9.3	Number of F75 136 582.2 404 29.61 36207419	6 Pools 191 830.4 600 40.00 σ² (sigma	5.41/4.05 5.41 Mean/Std. Dev. 216.292/112.345 949.762/511.684 715.843/470.258 44.286/21.197	F25 269 1184.6 891 54.04 481	9 Maximus F15 323 1433.3 1102 63.51	F10 366 1630.7 1272 70.85	11 of Pools F05 440 1974.5 1574 83.31	13 18 F02 542 2448.9 2000 99.98	F01 622 2826.9 2347 112.90	18

Table 3. Input data for Beaufort Sea play 15, 2006 assessment.

Risk Analysis Form - 2006 National Assessment 15, Brookian Unstructrured Eastern Assessment Province: Beaufort Play Number, Name: **Turbidite** Assessor(s): Johnson/Scherr Play UAI: AAAAABAY Date: 20-Oct-05 For each component, a quantitative probability of success (i.e., between zero and one, where zero indicates no confidence and one indicates absolute certainty) based on consideration of the qualitative assessment of ALL elements within the component was assigned. This is the assessment of the probability that the minimum geologic parameter assumptions have been met or exceeded. Averge Conditional **Play Chance** Factors Prospect Chance¹ 1. Hydrocarbon Fill component (1a * 1b * 1c) 1 1.0000 1.0000 a. Presence of a Quality, Effective, Mature Source Rock Probability of efficient source rock in terms of the existence of sufficient volume of mature source 1.00 1.00 1a rock of adequate quality located in the drainage area of the reservoirs. b. Effective Expulsion and Migration Probability of effective expulsion and migration of hydrocarbons from the source rock to the 1b 1.00 1.00 reservoirs. c. Preservation Probability of effective retention of hydrocarbons in the prospects after accumulation. 1c 1.00 1.00 2. Reservoir component (2a * 2b) 2 0.7000 1.0000 a. Presence of reservoir facies Probability of presence of reservoir facies with a minimum net thickness and net/gross ratio (as 2a 0.70 1.00 specified in the resource assessment). b. Reservoir quality Probability of effectiveness of the reservoir, with respect to minimum effective porosity, and 2b 1.00 1.00 permeability (as specified in the resource assessment) 3. Trap component (3a * 3b) 3 1.0000 0.7000 a. Presence of trap Probability of presence of the trap with a minimum rock volume (as specified in the resource За 1.00 0.70 assessment). b. Effective seal mechanism Probability of effective seal mechanism for the trap. 3b 1.00 1.00 Overall Play Chance (Marginal Probability of hydrocarbons, MPhc) (1 * 2 * 3) Product of All Subjective Play Chance Factors 0.7000 Average Conditional Prospect Chance¹ 0.7000 (1 * 2 * 3) Product of All Subjective Conditional Prospect Chance Factors Assumes that the Play exists (where all play chance factors = 1.0) Must be consistent with play chance and prospect distribution -- See discussion on Page 3 of Guide **Exploration Chance** 0.4900 (Product of Overall Play Chance and Average Conditional Prospect Chance) Comments: See guidance document for explanation of the Risk Analysis Form

Table 4. Risk model for Beaufort Sea play 15, 2006 assessment.

GRASP - Geologic and Economic Resource Assessment Model - PSUM Module Results

Minerals Management Service - Alaska OCS Region GRASP Model Version: 8.29.2005) Computes the Geologic Resource Potential of the Play

	Play UAI: AAAAABAY	Play No.	15				
World	Level -	World Level	Resources				
I							

Country Level - UNITED STATES OF AMERICA
Region Level - MMS - ALASKA REGION
Region Level - SHELE

Basin Level - **BEAUFORT SHELF**

PlayLevel-Play15 BrookianUnstructuredGeologistPeterJohnsonEasternTurbidite

Remarks Play 15 2005 assessment

Run Date & Time: Date 19-Sep-05 Time 13:50:15

Summary of Play Potential

Product	MEAN	Standard Deviation
BOE (Mboe)	167,540	196,080
Oil (Mbo)	115,570	139,130
Condensate (Mbc)	7,441	9,567
Free (Gas Cap & Nonassociated) Gas (Mmcfg)	167,860	201,120
Solution Gas (Mmcfg)	82,392	112,220

10000 (Number of Trials in Sample)

0.6997 (MPhc [Probability] of First Occurrence of Non-Zero Resource)

Windowing Feature: used

Empirical Probability Distributions of the Products

Greater Than Percentage	BOE (Mboe)	Oil (Mbo)	Condensate (Mbc)	Free (Gas Cap & Nonassociated) Gas (Mmcfg)	Solution Gas (Mmcfg)		
100	0	0	0	0	0		
99.99	0	0	0	0	0		
99	0	0	0	0	0		
95	0	0	0	0	0		
90	0	0	0	0	0		
85	0	0	0	0	0		
80	0	0	0	0	0		
75	0	0	0	0	0		
70	7,319	4,918	346	8,207	3,341		
65	58,090	38,860	2,833	63,823	28,327		
60	81,079	55,617	3,555	83,516	39,603		
55	100,960	69,289	4,566	105,520	46,830		
50	120,890	84,386	5,050	119,590	57,173		
45	141,410	96,682	6,835	148,400	64,579		
40	162,390	111,560	7,602	167,180	75,721		
35	186,800	127,600	8,350	192,720	93,055		
30	212,830	148,950	9,228	206,600	100,580		
25	244,040	168,890	10,366	248,470	115,600		
20	281,420	194,700	12,735	285,980	129,840		
15	334,290	231,940	14,840	321,770	169,990		
10	407,130	282,370	17,666	396,330	205,540		
8	443,570	308,530	20,319	438,750	205,980		
6	494,130	344,280	20,901	495,370	229,370		
5	532,940	368,580	24,330	529,120	257,840		
4	577,680	399,090	25,228	558,120	303,790		
2	733,830	521,410	28,923	666,450	364,810		
1	909,400	645,110	35,005	802,830	485,760		
0.1	1,476,600	1,144,200	27,621	726,580	985,950		
0.01	1,843,000	1,415,200	88,657	1,148,000	757,830		
0.001	2,178,500	1,669,800	50,131	1,779,800	797,290		

Table 5. Assessment results by commodity for Beaufort Sea play 15, 2006 assessment.

Play 15	Basin: BEAUFORT SHELF Play 15 - Brookian Unstructured Eastern Turbidite UAI Key: AAAAABAY Model Simulation "Pools" Reported by "Fie										e.out" G	RASP M	odule										
UAI Ke	y: AAAAAB	BAY																					
	Classification and Size Pool Count Stati				Count Statis	stics Pool Types Count				Mixed Pool Range Oil Pool Range			Gas Pool Range Total Pool Range					Pool Resource	Statistics (MMBOE)	tatistics (MMBOE)			
Class	Min (MMBOE)	Max (MMBOE)	Pool Count	Percentage	Trial Average	Trials w/Pool Avg		Mixed Pool	Oil Pool	Gas Pool	Min	Max	Min	Max	Min	Max	Min	Max		Min	Max	Total Resource	Average Resource
1	0.0312	0.0625	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0	1	0.000000	0.000000	0.000000	0.000000
2	0.0625	0.125	32	0.059181	0.0032	0.004573		32	0	0	1	1	0	0	0	0	1	1		0.068093	0.124742	3.203518	100.109950
3	0.125	0.25	185	0.342143	0.0185	0.026436		185	0	0	1	2	0	0	0	0	1	2		0.126453	0.248969	35.722835	193.096414
4	0.25	0.5	523	0.967247	0.0523	0.074736		523	0	0	1	2	0	0		0	1	2		0.250711	0.499943	199.405689	381.272823
5	0.5	1	1489	2.753787	0.1489	0.212775		1489	0	0	1	3	0	0		0	1	3		0.500198	0.999996	1123.921000	754.815996
6	1	2	3626	6.705997	0.3626	0.518148		3626	0	0	1	5	0	0		0	1	5		1.000192	1.999882	5408.883000	1.491694
7	2	4	6334	11.714228	0.6334	0.905116		6334	0	0	1	7	0	0	Ŭ	0	1	7		2.000396	3.999674	18817.463000	2.970866
8	4	8	9271	17.145975	0.9271	1.324807		9271	0	0	1	7	0	0	0	0	1	7		4.000937	7.999979	54167.617000	5.842694
9	8	16	10466	19.356031	1.0466	1.49557		10466	0	0	1	6	0	0	0	0	1	6		8.000052	15.999074	121145.490000	11.575147
10	16	32	9120	16.866713	0.912	1.303229		9120	0	0	1	7	0	0	•	0	1	7		16.000120	31.985256	208184.058000	22.827200
11	32	64	6766	12.513177	0.6766	0.966848		6766	0	0	1	5	0	0	0	0	1	5		32.002013	63.994207	304286.828000	44.972927
12	64	128	3758	6.950121	0.3758	0.537011		3758	0	0	1	5	0	0		0	1	5		64.026548	127.983889	334127.571000	88.911011
13	128	256	1736	3.210593	0.1736	0.248071		1736	0	0	1	4	0	0		0	1	4		128.026487	255.369305	304938.527000	175.655838
14	256	512	614	1.135544	0.0614	0.087739		614	0	0	1	2	0	0	0	0	1	2		256.047869	511.808084	210625.892000	343.038910
15	512	1024	136	0.251521	0.0136	0.019434		136	0	0	1	2	0	0	0	0	1	2		513.843899		92966.907000	683.580200
16	1024	2048	15	0.027741	0.0015	0.002143		15	0	0	1	1	0	0		0	1	1		1041.395000	1965.449000	19351.917000	1.290128
17	2048	4096	0	0	0	0		0	0	0	0	0	0	0	•	0	0	0		0.000000	0.000000	0.000000	0.000000
18	4096	8192	0	0	0	0		0	0	0	0	0	0	0		0	0	0		0.000000	0.000000	0.000000	0.000000
19	8192	16384	0	0	0	0		0	0	0	0	0	0	0	•	0	0	0		0.000000	0.000000	0.000000	0.000000
20	16384	32768	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
21	32768	65536	0	0	0	0		0	0	0	0	U	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
22	65536	131072	0	0	0	0		0	0	0	0	0	0	0		0	0	U		0.000000	0.000000	0.000000	0.000000
23	131072	262144	0	0	0	0		0	0	0	0	U	0	0		0	0	V		0.000000	0.000000	0.000000	0.000000
24	262144	524288	0	0	0	0		0	0	0	0		0	0		0	0	·		0.000000	0.000000	0.000000	0.000000
25	524288	1048576	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
Not Clas			0	0	0	0	Below Class	0	0	0									Below Class	0.000000	0.000000	0.000000	0.000000
	٦	Totals	54071	100	5.4071	7.726635	Above Class	0	0	0									Above Class	0.000000	0.000000	0.000000	0.000000
Numbe	Number of Pools not Classified: 0 Number of Fools below Class 1: 0 Number of Trials with Pools: 6998																						

Table 6. Statistics for simulation pools created in computer sampling run for Beaufort Sea play 15, 2006 assessment.

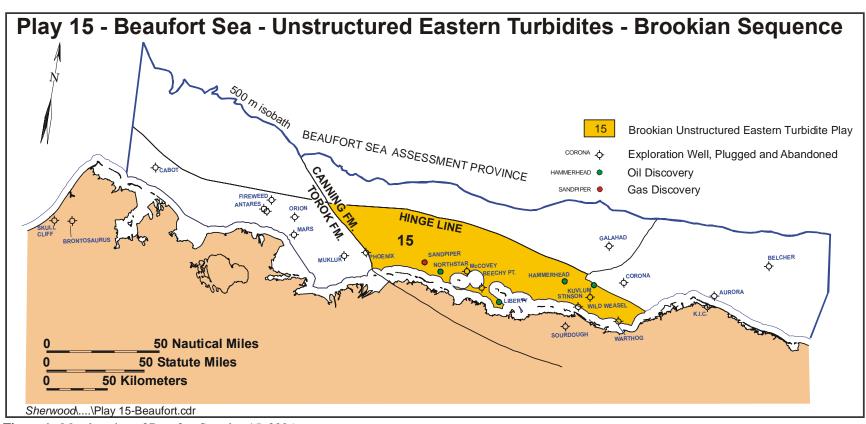


Figure 1. Map location of Beaufort Sea play 15, 2006 assessment.